

Lawrence

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Board Members

John A. Neilon, Jr., (Chairperson),
William Bateman, Lawrence LeFebvre,
Nancy B. Ross, Lynn Tran

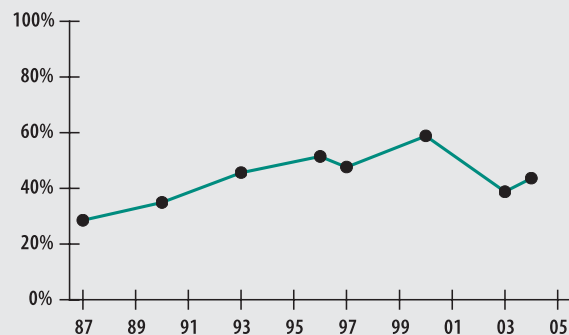
Board Administrator

Diane Cockroft

Board Meeting

Varies

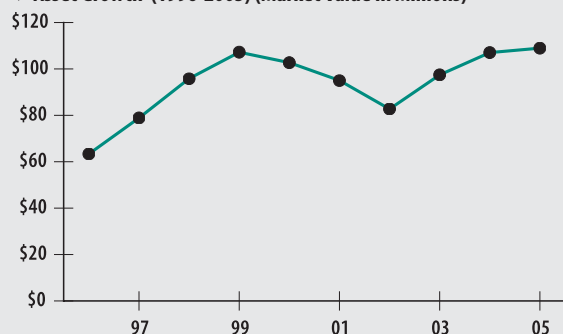
► Funded Ratio (1987-2005)



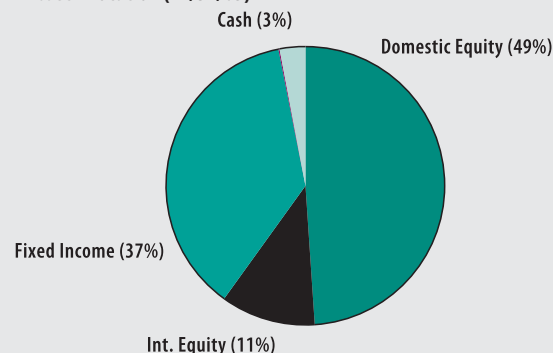
► Investment Return (2001-2005, 5 Year and 21 Year Averages)



► Asset Growth (1996-2005) (Market Value in Millions)



► Asset Allocation (12/31/05)



► ACTUARIAL

• Funded Ratio	43.7%
• Date of Last Valuation	01/04
• Actuary	Stone
• Assumed Rate of Return	8.00%
• Funding Schedule	4.0% Increasing
• Year Fully Funded	2028
• Unfunded Liability	\$133.2 M
• Total Pension Appropriation (Fiscal 2006)	\$12.3 M

	Active	Retired
• Number of Members	1,569	949
• Total Payroll/Benefit	\$50.4 M	\$15.3 M
• Average Salary/Benefit	\$32,100	\$16,100
• Average Age	42	NA
• Average Service	8.1 years	NA

► INVESTMENT

Domestic Equity

- Freedom Capital Management Corporation
- INTECH Institutional Large Cap Growth Fund
- RhumbLine S&P 500 Pooled Index Fund
- Systematic Financial Management, L.P.

International Equity

- HIS International Growth Fund

Domestic Fixed Income

- Hartford Institutional Trust High Quality High Yield Fund
- National Investment Services, Inc.
- Wellington Trust Co.-CIF II Core Bond Plus Portfolio

International Fixed Income

- SSgA Passive World Government Bond Ex-US Index SL Common Trust

Alternative Investments

- PRIT

Commission Recapture

- Lynch, Jones & Ryan
- State Street Global Markets

Consultant

- New England Pension Consultants

Custodian

- State Street

► 2005 Return	6.25%
► 2005 Target	8.00%
► 2005 Market Value	\$108.9 M
► 2001-2005 (Annualized)	3.19%
► 1985-2005 (Annualized)	8.86%